

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION**

In re:

FREE SPEECH SYSTEMS LLC,

Debtor

)
) Chapter 11 (Subchapter V)
)
) Case No. 22-60043 (CML)
)

In re:

ALEXANDER E. JONES,

Debtor

)
) Chapter 11
)
) Case No. 22-33553 (CML)
)
)

EXHIBIT 20

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION**

In re: FREE SPEECH SYSTEMS, LLC., Debtor.	§ § § § §	Case No. 22-60043 Chapter 11 (Subchapter V)
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**DEBTOR’S NOTICE OF CASH COLLATERAL BUDGET FOR
NOVEMBER 2023 WITH CONSENT OF SECURED CREDITOR**

FREE SPEECH SYSTEMS, LLC. (“FSS” or “Debtor”) files this notice in accordance with the direction of the Court at the October 26, 2023 hearing regarding the use of cash collateral in November 2023. At that hearing the Court instructed the Debtor to file a notice attaching the budgeted use of cash collateral during the month of November in lieu of a further hearing.

FSS’ cash collateral budget for November 2023 is attached to this Notice as Exhibit A (the “Budget”). The party holding a disputed lien on the Debtor’s cash collateral, PQPR Holdings, LLC has consented to the use of cash collateral in accordance with the budget.

The budget reflects the use of cash collateral consistent with the payment of reasonable and necessary operating expenses of FSS throughout the pendency of this case. Unlike prior budgets, Debtor’s management has proposed to increase Alex Jones salary as an “at will” employee of the Debtor. FSS’ management believes that the increased compensation to Jones is commensurate with the value of his services to the Debtor and the proposed increase reflects the exercise of management’s best business judgment.

Management of the Debtor has stated on the record that Mr. Jones is undercompensated and has attempted to increase his compensation beginning in early to mid-2023. The Debtor’s cash collateral budgets since June 2023 have included a contingency for increased salary to be paid to Jones pursuant to a proposed employment agreement between Jones and FSS. Efforts to enter

into a proposed Employment Agreement have been delayed by discussions with the Creditors Committee appointed in the Jones bankruptcy case.

The Budget reflects the use of cash collateral from October 2023 through the end of November 2023 and includes the deletion of expenses which were not paid during the month of October 2023.

Respectfully submitted.

LAW OFFICES OF RAY BATTAGLIA, PLLC

/s/ RAYMOND W. BATTAGLIA

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Counsel to the Debtor and Debtor-In-Possession

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document was served by the Court's CM/ECF system on all parties registered to receive such service on the date of filing,

/s/Raymond W. Battaglia

Raymond W. Battaglia

NOTES

Net of 7.0% CC Merchant fees. Includes Shipping and Sales Tax, excludes any P/QPR / Palatum related sales
Drop Ship vendor for Meals Ready to Eat and Coffee, gross sales
Fulfillment Vendor Product Sales
Net of 50% payment to P/QPR

Inventory deposits and purchases from numerous Vendors
Payments to Meals Ready to Eat Vendor
Fulfillment Vendor product costs
Fulfillment Vendor shipping and handling costs

Liability, auto, property and workers comp

Includes Konica Minolta copier lease

HR and Bookkeeping Fees

Interview w/ Tucker Carlson and trip to southern border to cover current events

Secured note for the company owned RV

completion

CURRENT 3 WEEK BUDGET													Total
Week Number	10/01/2023-10/07/202340	10/08/2023-10/14/202341	10/15/2023-10/21/202342	10/22/2023-10/28/202343	10/29/2023-10/31/202344	11/01/2023-11/04/202344	11/05/2023-11/11/202345	11/12/2023-11/18/202346	11/19/2023-11/25/202347	11/26/2023-11/30/202348			
Income													
Product Sales (Net of 7.0% Merchant Fee)	\$ 405,099.00	\$ 352,260.00	\$ 405,099.00	\$ 405,099.00	\$ 173,613.86	\$ 231,485.14	\$ 415,226.48	\$ 411,175.49	\$ 477,510.45	\$ 392,240.72	\$ 3,668,809.13		
New Product Initiative	126,463.20	108,968.00	126,463.20	126,463.20	54,198.51	72,264.69	129,624.78	128,380.15	148,068.50	171,428.77	1,194,303.00		
Point of Sales Revenue	44,165.75	38,405.00	44,165.75	44,165.75	4,274.10	25,237.57	45,269.89	44,828.24	52,060.38	59,669.43	402,441.87		
Platinum / POPR Commission	72,714.50	63,230.00	72,714.50	72,714.50	31,163.36	41,551.14	74,532.36	73,805.22	85,712.22	98,569.05	686,706.85		
Donations	3,500.00	3,500.00	3,500.00	3,500.00	1,500.00	2,000.00	3,871.50	3,552.50	4,125.63	4,744.47	33,510.09		
Total Income	651,942.45	567,363.00	651,942.45	651,942.45	264,749.83	372,538.54	668,241.01	661,721.59	768,477.16	726,852.45	5,395,770.94		
Selling & Product Costs													
Inventory Purchases	-	(150,000.00)	-	-	(150,000.00)	(195,000.00)	(90,737.35)	(115,000.00)	(150,000.00)	(100,000.00)	(860,000.00)		
New Product Initiative	(88,524.24)	(76,977.60)	(88,524.24)	(88,524.24)	(37,998.96)	(50,585.28)	(27,161.94)	(89,852.10)	(104,347.95)	(120,000.14)	(836,012.10)		
Point of Sale Product Cost	(28,499.45)	(23,043.00)	(28,499.45)	(28,499.45)	(2,564.48)	(15,142.54)	(26,896.94)	(26,896.94)	(31,236.23)	(35,921.66)	(241,485.12)		
Fulfillment Services	(54,688.37)	(47,555.10)	(54,688.37)	(54,688.37)	(23,437.87)	(31,250.49)	(56,055.57)	(56,055.57)	(64,463.91)	(52,952.50)	(495,289.23)		
Taxes Sales Tax (20% of Sales @ 6.25%)	(5,063.24)	(4,403.25)	(5,063.24)	(5,063.24)	(2,170.17)	(2,893.56)	(5,190.33)	(5,139.69)	(5,968.88)	(4,903.01)	(45,860.11)		
Total Cost of Goods Sold	(174,775.79)	(301,978.95)	(174,775.79)	(174,775.79)	(71,176.57)	(99,471.88)	(179,145.19)	(232,387.43)	(256,016.97)	(313,777.31)	(2,478,626.57)		
Operating Expenses													
Advertising & Promotion	-	-	-	-	-	-	-	-	-	-	-		
Print Media	-	-	-	-	-	-	-	-	-	-	-		
Radio Show Advertising	-	-	-	-	-	-	-	-	-	-	-		
Total Advertising & Promotion	-	-	-	-	-	-	-	-	-	-	-		
Computer/IT Expense													
Internet & TV services	(2,500.00)	(1,500.00)	(1,750.00)	(3,250.00)	-	(2,500.00)	(1,500.00)	(1,750.00)	(1,000.00)	(3,250.00)	(19,000.00)		
Server Hosting / Cloud Service / Ecomm	(90,000.00)	(100,000.00)	(150,000.00)	(50,000.00)	-	(90,000.00)	(100,000.00)	(150,000.00)	(100,000.00)	(50,000.00)	(340,000.00)		
Satellite Service	(140,000.00)	(100,000.00)	(150,000.00)	(150,000.00)	-	(140,000.00)	(100,000.00)	(150,000.00)	(50,000.00)	(150,000.00)	(565,000.00)		
Telecommunications	(18,500.00)	(5,000.00)	(2,000.00)	(7,000.00)	-	(18,500.00)	(5,000.00)	(2,000.00)	(1,500.00)	(6,500.00)	(66,500.00)		
Image License, Software & Other	(10,000.00)	-	(10,000.00)	(10,000.00)	-	(10,000.00)	(10,000.00)	(10,000.00)	-	(10,000.00)	(60,000.00)		
Total Computer/IT Expense	(261,000.00)	(265,000.00)	(43,750.00)	(85,250.00)	-	(261,000.00)	(26,500.00)	(43,750.00)	(17,500.00)	(85,250.00)	(850,500.00)		
Office & Administrative Expense													
Bank Fees & Service Charges	(100.00)	(200.00)	(200.00)	(200.00)	(100.00)	(100.00)	(200.00)	(200.00)	(200.00)	(200.00)	(1,700.00)		
Insurance	-	(15,000.00)	-	-	-	(50,000.00)	(23,000.00)	-	-	-	(88,000.00)		
Rent	(57,440.00)	-	-	(500.00)	-	(57,440.00)	-	(800.00)	(1,000.00)	(1,500.00)	(114,880.00)		
Utilities	(3,100.00)	-	(800.00)	-	-	(3,100.00)	-	-	-	-	(10,800.00)		
Janitorial	-	-	-	-	-	-	-	-	-	-	-		
Office Security	(9,000.00)	(9,000.00)	(9,000.00)	(9,000.00)	-	(9,000.00)	(9,000.00)	(9,000.00)	(9,000.00)	(9,000.00)	(81,000.00)		
Repair & Maintenance	-	(1,000.00)	(1,000.00)	(5,000.00)	-	-	(1,000.00)	-	-	-	(7,000.00)		
Supplies/Printing/Copy	(1,000.00)	(1,000.00)	(1,000.00)	(2,500.00)	-	(1,000.00)	(1,000.00)	(1,000.00)	(1,000.00)	(1,000.00)	(10,500.00)		
Business Meals	(500.00)	(500.00)	(500.00)	(1,000.00)	-	(500.00)	(500.00)	(500.00)	(500.00)	(500.00)	(5,000.00)		
Total Office & Administrative Expense	(71,140.00)	(26,700.00)	(11,500.00)	(18,200.00)	(100.00)	(121,140.00)	(34,700.00)	(11,500.00)	(11,700.00)	(12,200.00)	(231,880.00)		
Personnel Expenses													
Salaries & Wages & Benefits	(155,500.00)	-	(155,500.00)	-	-	(155,500.00)	-	(155,500.00)	-	(155,500.00)	(777,500.00)		
Payroll Tax	(14,040.00)	(2,500.00)	(14,040.00)	(5,000.00)	-	(17,055.38)	(17,055.38)	(17,055.38)	-	-	(79,246.15)		
Contract Employees	(32,450.00)	(14,500.00)	(14,500.00)	(7,500.00)	-	(14,500.00)	-	(14,500.00)	-	-	(97,950.00)		
Consulting Services	(4,500.00)	(5,000.00)	(4,500.00)	(7,500.00)	-	(4,500.00)	-	(4,500.00)	-	-	(35,000.00)		
Alex Jones Salary	(20,000.00)	-	(20,000.00)	-	-	(57,692.31)	-	(57,692.31)	-	-	(57,692.31)		
Total Personnel Expenses	(226,490.00)	(7,500.00)	(208,540.00)	(12,500.00)	-	(249,247.69)	-	(249,247.69)	-	-	(249,247.69)		
Travel													
Mileage/Parking/Trails	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(100.00)	(1,000.00)		
Special Event Travel	-	(18,000.00)	-	-	-	-	(18,000.00)	-	-	-	(36,000.00)		
Travel / Lodging	-	-	-	-	-	-	-	-	-	-	-		
Vehicle Rental / Leases	(100.00)	(500.00)	(500.00)	(500.00)	(100.00)	(500.00)	-	(500.00)	(500.00)	(500.00)	(4,000.00)		
Total Travel Expenses	(100.00)	(18,600.00)	(600.00)	(600.00)	(200.00)	(600.00)	(18,600.00)	(600.00)	(600.00)	(600.00)	(41,000.00)		
Total Operating Expenses	(558,730.00)	(79,300.00)	(264,390.00)	(116,550.00)	(200.00)	(631,987.69)	(79,800.00)	(305,097.69)	(29,800.00)	(347,297.69)	(2,413,153.08)		
Non-Operating Expenses													
Adequate Protection Payment to SEC Bank	-	(2,750.00)	-	-	-	-	(2,750.00)	-	-	-	(5,500.00)		
Total Other Expenses	-	(2,750.00)	-	-	-	-	(2,750.00)	-	-	-	(5,500.00)		
Professional Fees													
CRO Fees	-	-	-	(50,000.00)	-	-	-	-	-	-	(100,000.00)		
CRO Expenses	-	-	-	(10,000.00)	-	-	-	-	-	-	(20,000.00)		
Trustee Fees	-	-	-	(45,000.00)	-	-	-	-	-	-	(66,000.00)		
Trustee Counsel	-	(100,000.00)	-	-	-	-	-	-	-	-	(100,000.00)		
Legal Fees - Payroll	-	(15,000.00)	-	-	-	-	-	-	-	-	(65,920.00)		
Legal Fees - Tax Consulting	-	(25,000.00)	-	-	-	-	-	-	-	-	(25,000.00)		
Legal Fees - Texas Angelika Counsel	-	-	-	-	-	-	-	-	-	-	(60,000.00)		
Discovery Data / Court Reporter Fee	-	-	-	-	-	-	-	-	-	-	(30,000.00)		
Ray / Saragolla	-	(40,000.00)	-	-	-	-	-	-	-	-	(60,000.00)		
Total Professional Fees	-	(100,000.00)	(60,000.00)	(105,000.00)	-	-	(30,000.00)	(177,960.00)	(50,000.00)	(72,960.00)	(615,520.00)		
Total Cash Flow	(81,663.24)	83,334.06	132,776.66	255,616.66	48,438.37	(654,321.03)	376,545.82	(113,733.54)	332,660.20	(7,182.59)	472,671.29		
Ending Cash	1,348,522.11	1,431,856.16	1,564,632.82	1,820,249.47	1,868,687.84	1,314,366.81	1,690,912.63	1,577,179.09	1,909,839.29	1,902,656.74			